

Kennecott Utah Copper Corporation  
P.O. Box 6001  
Magna, Utah 84044-6001  
(801) 569-6000

(801) 569-6356 (Phone)  
(801) 569-7192 (Fax)

Rohan McGowan-Jackson  
Manager, Health, Safety & Environmental  
and Sustainable Development

**Kennecott  
Utah Copper**

*A member of the RIO TINTO Group*

November 27, 2006

Mr. J. Rodney Dansie  
7198 West 13090 South  
Herriman, Utah 84065

Dear Mr. Dansie:

Thank you for your letter dated 13 November 2006 in which you discuss the Butterfield Canyon erosion event that occurred in 1997.

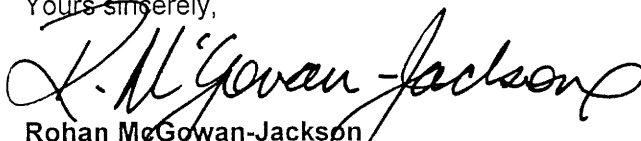
Kennecott Utah Copper (KUC) acknowledges that during this event material from the KUC property was washed onto the Dansie property. Indeed, I understand that KUC has previously invested significant energy and effort to characterize and delineate the specific location of this material. Furthermore, I understand that KUC has offered to remove this material on many occasions (including as recently as 2005) – but that to date an appropriate agreement to accomplish this has not been reached.

I have been advised by KUC's attorney that KUC has no legal obligation to remove this material. However, KUC continues to prefer to have this issue sensibly resolved to the satisfaction of both parties. In this regard, given the formal request in your recent letter, KUC would be willing to again attempt to enter into an agreement that would allow the material deposited on the Dansie property as a result of the 1997 Butterfield Canyon erosion event to be removed.

Should you wish to proceed, please contact KUC's Associate General Counsel, Mr. Ken Barrett at 569-6029 to arrange an appointment.

Please be aware that KUC's appetite to invest effort in attempting to resolve this matter is not unlimited. I hope the discussions on this occasion are both prompt and respectful and look forward to a constructive outcome.

Yours sincerely,

  
Rohan McGowan-Jackson  
Manager, Health, Safety, Environment & Sustainable Development  
Kennecott Utah Copper

cc: Ken Barrett  
Scott Lawson

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